



GENERAL ASSEMBLY

COMMONWEALTH OF KENTUCKY

2014 REGULAR SESSION

HOUSE BILL NO. 488

THURSDAY, MARCH 13, 2014

The following bill was reported to the Senate from the House and ordered to be printed.

RECEIVED AND FILED
DATE April 10, 2014
3:32pm
ALISON LUNDERGAN GRIMES
SECRETARY OF STATE
COMMONWEALTH OF KENTUCKY
BY R. Adler

1 AN ACT relating to sales and use tax.

2 *Be it enacted by the General Assembly of the Commonwealth of Kentucky:*

3 ➔Section 1. KRS 139.497 is amended to read as follows:

4 Notwithstanding any other provisions of this chapter, the taxes imposed herein do not
5 apply to:


6 (1) Sales by elementary or secondary schools or nonprofit elementary or secondary
7 school-sponsored clubs and organizations or any nonprofit, elementary, or
8 secondary school-affiliated groups such as parent-teacher organizations and booster
9 clubs, whose membership may be composed of individuals other than students,
10 provided the net proceeds from the sales are used solely for the benefit of the
11 elementary or secondary school or its students. Nontaxable sales shall include sales
12 resulting from agreements or contracts entered into with resident or nonresident
13 organizations to participate in fund-raising campaigns for a percentage of the gross
14 receipts where students act as agents or salesmen for the organizations by selling or
15 taking orders for the sale of tangible personal property, and no one shall be required
16 to pay sales or use taxes on such sales;~~[and]~~

17 (2) Sales made by nonprofit educational youth programs affiliated with a land grant
18 university cooperative extension service, if the net proceeds from the sales are used
19 solely for the benefit of the affiliated programs; or

20 (3) (a) Sales of tangible personal property made by a federally chartered
21 corporation at the corporation's annual national convention held in the
22 Commonwealth.

23 (b) As used in this subsection, "federally chartered corporation" means a
24 corporation federally chartered under Title 36 of the United States Code
25 and whose stated purpose is to serve students and former students of
26 vocational agriculture in middle and secondary schools to develop
27 character, train for useful citizenship, and foster patriotism.

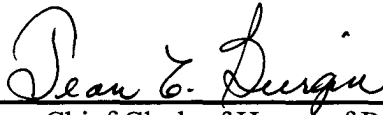
- 1 (c) The exemption provided in this subsection applies to sales made on and
2 after October 1, 2014, but before December 31, 2021.



Speaker of House of Representatives



President of Senate

Attest: 

Chief Clerk of House of Representatives

Approved 

Governor

Date 4/10/14